

FISCAL MEMORANDUM

SB 1494 – HB 1792

May 17, 2007

SUMMARY OF AMENDMENT (009140): Deletes the original bill and authorizes Central Business Improvement Districts in any municipality containing a tourism development zone located in a tourist resort county as defined in T.C.A. § 42-8-101 to amend their creating ordinance and to acquire improvements. Such districts in such municipalities would be authorized to utilize special assessments for repayment on the issuance of revenue bonds. Authorizes Industrial Development Corporations in such counties to issue revenue bonds and to repay such debt using the proceeds of special assessments. Requires that in such municipalities the aggregate amount of the levy or assessment against a parcel of land cannot exceed the cost of the improvements apportioned to the parcel.

FISCAL IMPACT OF ORIGINAL BILL:

Decrease Local Govt. Expenditures – Not Significant

Other Fiscal Impact – If a district that imposes a special assessment expands according to the provisions of the bill, there will be a corresponding increase in revenue for the local government. The magnitude of such increase will depend upon the size of the expansion and the amount of any special assessments within the district.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Increase Local Govt. Revenues –

Exceeds \$500,000/Permissive

Increase Local Govt. Expenditures –

Exceeds \$500,000/Permissive

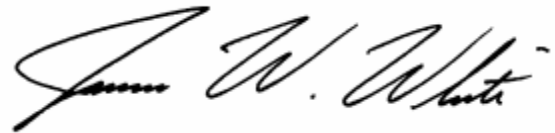
Other Fiscal Impact – If a district that imposes a special assessment expands according to the provisions of the bill, there will be a corresponding increase in revenue for the local government. The magnitude of such increase will depend upon the size of the expansion and the amount of any special assessments within the district.

Assumptions applied to amendment:

- No fiscal impact on state revenues or expenditures.
- Certain municipalities would be authorized to make special assessments and utilize the proceeds for the retirement of debt issued to fund the purchase of improvements acquired by a Central Business Improvement District of Industrial Development Corporation.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is fluid and cursive, with the first name "James" written in a larger, more prominent script than the last name "White".

James W. White, Executive Director

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